



State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

MARY ANN WRIGHT
Acting Division Director

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

March 3, 2005

CERTIFIED RETURN RECEIPT
7002 0510 0003 8603 3745

Ryan Graveley
United States Gypsum Company
81 North State Street
P.O. Box 570160
Sigurd, Utah 84657

Subject: Cancellation of Reclamation Surety, United States Gypsum Company, Jumbo-Jensen Quarry, M/041/008, Sevier County, Utah

Dear Mr. Graveley:

On March 1, 2005 we received notification from JP Morgan Chase Bank, N.A. that they will not renew the evocable Letter of Credit posted as reclamation surety for United States Gypsum Company, Jumbo-Jensen Quarry, located in Sevier County, Utah. The surety will be cancelled effective May 25, 2005.

The Utah Mined Land Reclamation Act requires an adequate surety be maintained for all large mining operations until the mine site is successfully reclaimed, allowing bond release. You are hereby advised that we must receive a replacement form of surety within 60 days or prior to May 3, 2005 or we will be forced to start surety forfeiture proceedings.

Please contact me at (801) 538-5325 or Beth Ericksen at 538-5318 to discuss this situation further and to inform us of your intentions. Thank you for your consideration and prompt attention to this important permitting requirement.

Sincerely,

Daron R. Haddock
Permit Supervisor
Minerals Regulatory Program

DRH:be

cc: Lynn Kunzler, DOGM
Mark Mesch, DOGM
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